

G. R. S. IX-5]

Previous references.

P 29E

1918

(67)

File No. 35-18

Serial Nos. 9

Later references.

~~70~~ P

GENERAL AND REVENUE SECRETARIAT.

qa

Serial Nos. /

Part B for October 1918

SUBJECT.

Facility for exchange of currency.

Sl: 9. Memo. No. Bks 842 of 7.9.1918. From the Comptroller.

States that 5 lakhs of whole rupees have been received and that treasuries may be permitted to issue whole rupees when smaller notes are not available.

1/10/19

GENERAL AND REVENUE SECRETARIAT.

(67)

NOTES.

File No. 35-18

FILE HEADING.

Facility for exchange of currency

From

No.

Dated

Received

Diary No.

Enclos.

Spare Copies.

Serial No.

BRIEF ABSTRACT OF LETTER.

NOTES AND ORDERS.

78; 4560

G. R. S. III-2j

General and Revenue
Secretariat.

97 File No. 35 of 1918.

Serial
No.

9

Memo No. DKS. 842 27/9/18
from the Comptroller ^{intimating} stating
that 5 lakhs of whole rupees
have been received & stating
that treasuries may be permitted
to issue ~~the whole rupees~~ ^{when smaller}
~~notes are not available~~
Draft subd. (A draft has
also been subd. already ^{as per}
the F. A. Resident to make
arrangements with the Govt.
of India & or supplying
rupees or at least rupee notes

648
13/9

12/9.
me

7 (copy)

18
12-9-18

13/9

Issued 24/9

Serial
No.

- 2 -

from Madras which will give appreciable relief.

3. The situation as regards small coins is this: The balance at Head Quarters is 1,15 lakhs and indent of about 4 lakhs is pending with the Controller of Currency. Out of this he has given instructions to the Bombay Mint to send 75,000 and to the Calcutta Mint to send 70,000. The balance of about 2½ lakhs he says will be sent later on. The stock in hand and the amount expected early, aggregating Rs.2,60,000 will enable us to go on for about a couple of ~~months~~. 4. To consider the whole question and to ascertain the real situation in the interior, I met the Revenue Commissioner and the Comptroller and also some of the non-official members of the Legislative Council on the 17th instant. After full discussion it was thought that action might be taken on certain lines indicated in the paper (Flag E). The Comptroller has been instructed to take action on these lines. As Rs.2-8-0 and Rs.5 notes have been made encashable by individuals once a week in all District and Taluk Treasuries it is hoped that the situation will be eased to a great extent.

5. I also propose to notify the rules regarding the encashment of notes and issue of small coins from the Treasuries in the Mysore Gazette and important Newspapers. Suitable final replies will be sent to the persons who have sent the telegrams furnishing them with copies of rules for the

H E

General and Revenue
Secretariat.

i. j.

File No.

35

of 1914.

Serial
No.

- 3 -

the encashment of notes and issue of small coins, after the First Member and Dewan Saheb have seen the papers and generally approved the action proposed to be taken.

First Member

Dewan.

783

19.9.18.

18/9/18

1298
21/9/181723
21.9.18

Below papers may be approved. A Press
communique may follow, if time allows.

21/9/18

18

21/9

I agree - The issue of a Communique
is also necessary - The situation may kindly be
explained to the public who have made representations.

23.9.18

R.D.

Put up Draft Communique.
Inspected by the Comptroller, and another
signature added to.

18

24.9.18

Drafts Subd: A+B.

1m
24-9-18

7C-18

18

24/9

759
25/9

- 1) Clean draft please
- 2) Also confidential D.O.'s to
D.C.'s & Residents. request that
in recommending the issue of small

912

G. R. S. III-2)

General and Revenue
Secretariat.

File No. 35

of 1918.

Rule not to be given

Serial
No.

coin under rule (v) of the Communique
only really urgent or important cases should be
included as the supply is exceedingly limited
at present.

11/2
25/9

15
25/9

Subd

- (1) Clean typed draft of the Communique
is put up.
- (2) Draft D.O. to Dy Commrs. & the 2 local
Presidents is also put up.

Howe
26/9/18 Fesey)

18
26/9/18

The ^{draft} Communique may be kindly
approved. All parties will be furnished
with copies as soon as it is approved

M
27.9.18

180 Member
Dewan

15
27/9

Agg
& cell
28/9

I agree. It is desirable to add a
remark that these arrangements are liable to be
changed.

28.9.18. RO

T. P. S.
28/9

ROUTINE NOTES.

[To be used only for notes, requisitions, etc., not intended for permanent record.]

D.O. of 27/8/18 from
Mr. Rote. Forwarding
copies of correspondence
re receipt of the notes.

Draft forwarding
a copy of the
communication list
up.

at
8/10
ms

Issued
4/10/18

N. B.—Should routine notes be written on small slips,
the notes must be copied or slips pasted on this form.

Draft.

For Ld
14-9-18
GPB-1,000-7-10-14
85

G. R. S. 31]

No.

Fl 1849

Rajamantrapravina

From Dewan Bahadur

J. S. CHAKRAVARTI, Esq., M.A., F.R.A.S., etc.,

Financial Secretary to the Government of

His Highness the Maharaja of Mysore,

To

M.N.Krishna Rao, Esq., B.A.,

Comptroller, Mysore Government,

Bangalore.

Dated Bangalore, the

16 Sept 18

Sir,

With reference to your memo No. Books 842, dated 7th instant, submitting for information of Government copies of correspondence between yourself and the Accountant General, Madras, in regard to the supply of whole Rupees and 1 Re currency notes and soliciting orders of Government to the proposal to allow Treasuries to issue whole rupees till we can get the required stock of 1 Re notes in payment of claims against Government in excess of exact multiples of Rs.5/-, I am directed to state that Government see no objection to your advising issue of whole rupees, only when 1 Re. and 2½ Rs. notes are not available to complete the payment of the exact sum due to claimants. The file of correspondence received with your memo under reference is herewith returned.

I have the honour to be,

Sir,

Your most obedient servant,

[Signature]

Financial Secretary to Government.

MK.

18/12/19

18/12/19

8 1027

The Bank of Mysore Ltd.

TELEGRAPHIC ADDRESS:-
"MYSOREBANK."

CODE 35: EDITION A.B.C.

ALL COMMUNICATIONS TO BE ADDRESSED
TO THE MANAGER.

NO. 106

Bangalore 27. 10. 1919
H. S. F. M. please see Mr. F. M. as
copy of communication
Dear Mr. Chakravarty
The Enclosed

Copies of correspondence with
from a planter in the Shimoga
District will give you some
idea of the scarcity of I.R. notes
small change in the Districts,
copies of which have also been
sent to the Controller who
is dealing with the situation
as effectively as he can

possibly do.

4 V W

3/23 Aug

W. Rose

~~Not~~
~~1/2~~
~~RU~~

Aug.

Dem. Babar

J. P. Chakravarti Esq
Mr A. F. R. S.

Imperial Secy to Govt.

Copy of a letter dated the 23rd September 1918, from --
 Mr. E. V. Rutherford, Ossoor Estate, Hassan, to the Secretary, the --
 Mysore Chamber of Commerce, Bangalore.

For the last three weeks there has been the utmost difficulty in obtaining any Rs.1/- notes, in this area, one having to try and satisfy ones requirements by buying same up in Bazaars when possible.

On Official application to Treasuries, one finds that these have been ordered to only change notes, on the basis of their present stock, which seems to consist of Rs.10/- and Rs.5/- notes only, which are useless when one has to deal with a Labour force wanting only sums of Rs.1 and under, as an advance against their pay, for their weekly food.

Can your Chamber give me any information as to the cause of the present condition, and if it is likely to last?as this is the heavy -- working season, then one has big gangs of coolies to deal with, and one cannot give out Rs.10/- or Rs.5/- for division amongst gangs of Coolies in local Pazzars they are unable to change them.

I conclude there must be a very good reason for the Government's present action, but it is to be deplored, as I think you will acknowledge a good deal of the discontent amongst the labouring classes, who earn and purchase in values of annas, is cranked up in this "note" question, and the want of small coins of under Rs.1/- value.

I would be obliged if you would also kindly let me know if there is anywhere in Bangalore where one could buy in quantity of Rs. 1,000/- or so specie of a smaller value than Rs. 1/- and could one get it sent up under escort. I ask this in case some arrangement is not soon made with Treasuries, to whom one would willingly pay 8% or more discount to be able to get it on spot.

(Copy).

For the Mysore Chamber of Commerce,

H. B. Raintree,
Secretary.

27-9-18

Copy of a letter of the 26th September 1918, from Mr. E.W. Rutherford, Ossoor Estate, Hassan, to the Chairman, Mysore Chamber of Commerce, Bangalore.

I thank you for your letter No.514 of 24th inst, in reply to mine of 23rd.

I am at present awaiting a reply from my Bankers in Madras, to who I wrote to send me 1500/- in Rs.1/-c/nts. In event of their ~~not-being~~ able to do so I will write the Bank of Mysore and arrange to take advantage of their offer, which would be a great convenience.

I am glad to hear that the Chamber is taking up the matter, and hope that the Comptroller will take early steps to relieve the situation in at any rate the Planting areas. During the last week the position has been getting more acute, and I personally have had to buy Rs.1/- notes to the tune of Rs.1000/- at the rate of Rs.1 $\frac{1}{2}$ %. In fact there is a regular trade set up, and yet they are hard to get even at this price, but with my labour one has to deal only in Rs.1/- and sums smaller than it, so its essential I get it somehow or other.

I am of an opinion that the matter of small change must be solved quickly, as surely Government when it issued the Rs.1/- note did not intend it to be inconvertiable, as it almost is at present. No Dealer or others can take a small note to the Treasury and get change for it, as Treasuries are not allowed to give out change, even in very small sums, except against Silver which is non-est. The consequence is that Bazaar men are refusing to take notes, as much as possible, which is bound to result in serious consequences, if position as at present, is carried to far.

I feel certain that your Chamber will do its best in matter.

It is unfortunate that notes have been rendered short by enemies action, but one would have thought the Government of India would have foreseen the possibility of this, which must have a serious effect, with the combination of no small change, by upsetting the whole Banks of the country, as well as the people.

For the Mysore Chamber of Commerce,

For the Mysore Chamber of Commerce,

R. S. Ramey,

~~110~~
G. R.

G. R. S. VI—G/32]

Issue

Today

12

SUBJECT.....

Diary No. of letter replied to.....

Section

File No.

Serial No.

GENERAL AND REVENUE SECRETARIAT.)

()

, the 191

No. *721795-6*

Date of issue... 170 - 18

To

Signed by W Greening

07 The Manager.

The Secy
Bank of Mysore
Chamber of Commerce

~~Daxilis,~~

W: in upper by an

I am desirous to
acknowledge receipt of
your D. O. of 27th Sep. 18
in re scarcity of the
notes, ^{small change} in the ~~H. A. A. A.~~ D. O.
~~and~~ to forward herewith
a copy of a Press Com-
munique of 20th Sep. 18
issued in the matter. The

I am much a
firm believer

over.

~~Commonwealth~~
~~appear in this week's~~
~~gazette.~~

I have
~~your~~ ~~kindly~~

18
For Final Assmt
1/10/18
Sey

of regulating supply.
much can be done to
bring the 82nd to the
front line

Wms
1/10/18
ms

List of enclosure

Copied by

Examined by

S. 1124

ALL COMMUNICATIONS TO BE ADDRESSED
TO THE MANAGER.

The Bank of Mysore, Ltd.,

POST BOX No. 37.

No. G 11/318

Bangalore, 2nd Oct. 1918

12111

~~The Financial Secretary to the Govt.
of Mysore,
Bangalore.~~

5 OCT 1918

Dear Sir,

We beg to acknowledge with thanks, the
receipt of your letter of the 1st inst.
No. Fl. 1796 with enclosure, contents of - -
which we note.

Yours faithfully,

NRS

W. J. S. S.
Manager.

RS

Press

(DRAFT OF) COMMUNIQUE. *re a*
currency situation in Mysore

1. Owing to general shortage of metallic currency and one rupee currency notes it has become necessary to regulate their issue from Mysore State Treasuries so as to cause the least amount of hardship to the public and specially to the labouring and agricultural classes.

2. The treasuries have accordingly been instructed to observe the rules enumerated below ^{until further orders.} The Comptroller will endeavour as far as possible to keep the treasuries supplied with sufficient coin to give effect to them.

(i) Any person desiring to have small change can get it in exchange for currency notes or rupees from any treasury to the extent of not more than Rs. 2½ and not oftener than once a week.

(ii) Currency notes of higher denominations can be exchanged at par for those of smaller denominations, viz. Rs. 2½, Rs. 5/- and Rs. 10/-.

(iii) Contractors, planters and other employers of labour who have claims against Government will be given small coins to the extent of Rs. 50/- each month *when their bills are cashed at a treasury.*

(iv) The north Mysore, the south

South Mysore and the Indian Coffee
planters' Associations will be given
in exchange for currency notes small
coins to the extent of Rs.1,000/- a
month.

(v) Employers of labour in the
cities of Bangalore and Mysore to whom
the issue of small coins from treasuries
~~is~~ is recommended by Presidents of
the City Municipalities and Planters ~~who~~
who are not members of ^{any of} the Associations
referred to in clause-3 ^{rule (iv)} above, and
other employers of labour in Districts,
to whom the issue of small coins from
treasuries is considered necessary
by Deputy Commissioners will be given
such coins in exchange for currency
notes to ~~the~~ extent of Rs.50/- a
month. The Comptroller on receiving
reports ~~for~~ ^{from} the Presidents of the
City Municipalities and Deputy
Commissioners will authorize the
Treasuries to issue small coin under
this rule.

3. Cases in which larger supplies
of small coins are considered necessary
may be reported by the Deputy
Commissioners to the Comptroller who
will afford ~~as much~~ ^{such} help as circum-
stances permit.

WCC
28/9/48

16/26/9 G.P.N.2

my (Sd) J S. Chakravartty
vny
Final: Secy

17

Press Communique re: Currency Situation in Mysore.

No. Fl. 1767 Dated Bangalore 30th September 1918.

1. Owing to general shortage of metallic currency and one rupee currency notes it has become necessary to regulate their issue from Mysore State Treasuries so as to cause the least amount of hardship to the public and specially to the labouring and agricultural classes.

2. The treasuries have accordingly been instructed to observe the rules enumerated below until further orders. The Comptroller will endeavour as far as possible to keep the treasuries supplied with sufficient coin to give effect to them.

(i) Any person desiring to have small change can get it in exchange for currency notes or rupees from any treasury to the extent of not more than Rs. 2½ and not oftener than once a week.

(ii) Currency notes of higher denominations can be exchanged at par for those of smaller denominations, viz., Rs. 2½, 5/- and Rs. 10/-.

(iii) Contractors, planters and other employers of labour who have claims against Government will be given small coins to the extent of Rs. 50/- each month when their bills are cashed at a treasury.

(iv) The North Mysore, the South Mysore and the Indian Coffee Planters' Associations will be given in exchange for currency notes small coins to the extent of Rs. 1,000/- a month.

(v) Employers of labour in the cities of Bangalore and Mysore to whom the issue of small coins from treasuries is recommended by Presidents of the City Municipalities and Planters who are not members of any of the Associations referred to in rule (iv) above and other employers of labour in Districts, to whom the issue of small coins from treasuries is considered necessary by Deputy Commissioners will be given such coins in exchange for currency notes to the extent of Rs. 50 a month. The Comptroller on receiving reports from the Presidents of the City Municipalities and Deputy Commissioners will authorize the treasuries to issue small coin under this rule.

3. Cases in which larger supplies of small coins are considered necessary may be reported by the Deputy Commissioners to the Comptroller who will afford such help as circumstances permit.

J. S. CHAKRAVARTI,

Financial Secretary to Government.

Confidential

SUBJECT.....

Diary No. of letter replied to.....

Section

File No.

Serial No.

GENERAL AND REVENUE SECRETARIAT,

()
, the 191 ..

No.

H 1781-91

D. O

Date of issue.....

1st Oct

To

Signed by

*W. S. Chatterjee**The Dy Commrs of Dist
& The Presidents of
Bangalore & Mysore
City municipalities**Dear Sir;**forward for your information
a copy of the Communique
issued in the matter of
regulating the issue of
small coins
and 6-**I am desired
to request that in re-
commending the issue of
small coin under rule V
of the Communique on
metallic currency & one rupee
currency notes ^{and} only urgent
over.*

and important Cases
should be included as
the supply is exceedingly
limited at present.

Yours sincerely

Wm
27/9/187

18
26/9

Wm
26/9/187

List of enclosure

Copied by

Examined by

D.O. No. ¹⁰⁰⁷
ports

Office of the Co-ntroller,
Bangalore, 23rd September 1918.

Dear Mr. Srinivasa Iyengar,

Herewith a draft of the communique. As it is for the public, I have not included in it the orders relating to the issue of small coins to disbursing officers of Government. I have not also mentioned in it that demands against Government would be met by the issue of only currency notes for multiples of Rs. $2\frac{1}{2}$ and ^{that} the balance only would be paid in Re.1 notes or whole rupees *and small coins*

Under para 4 of the Proceedings of the meeting held on the 17th instant, I have addressed the Deputy Commissioners and Presidents of the City Municipalities for furnishing me with lists of Planters and other employers of labour to whom they recommend the issue of small coins from treasuries. Until these are received, it will not be possible to estimate the extent of supplies that may be necessary to meet the demands ^{on} of this ^{act} kind and I do not think also that instructions to the treasuries can be issued before the lists are received. As however, the communique should mention all facilities which the Govern-ment desire to afford to the public, I have included in it the

the provision for issue of small coin to Planters and others. I have not stated in it that the issue of small coins should be limited to bronze and nickel coins as the stock of these latter coins is very low and small silver coins have to be issued for giving effect to the orders of Government.

Yours sincerely,

Yours sincerely,


3 ✓

Draft of Communique.

The issue from State Treasuries of small coins and currency notes will be governed by the following rules ^{as long as} until the temporary shortage of whole rupees, small coins and Re.1 notes continues:-

(3) 1. A person desiring to have small change can get it in exchange for currency notes or whole rupees from any treasury to the extent of not more than Rs.2½ at a time and not oftener than once a week.

(4) 2. Currency notes of higher denominations can be exchanged at par for those of smaller denominations, viz., Rs.2½, Rs.5 and Rs.10.

(5) 3. Contractors, Planters and other employers of labour who have claims against Government will be given small coins to the extent of Rs.50 each month.

3 4. The North Mysore, the South Mysore and the Indian Coffee Planters' Associations will be given in exchange for currency notes small coins to the extent of Rs.1,000 a month.

4 5. Employers of labour in the Cities of Bangalore and Mysore to whom the issue of small coins from treasuries is recommended by Presidents of the City Municipalities and Planters -who are not members of the Associations referred to in 4 above and other employers of labour in Districts, to whom the issue of small coins from treasuries is considered necessary by Deputy Commissioners will be given such coins in exchange for currency notes to the extent of Rs50 a month.

5 6. Cases in which larger supplies of small coins are considered necessary may be reported to the Comptroller ^{of the} for affording as much help as circumstances permit.

Mile
23-9-28

Draft Proceedings of an informal
meeting convened by the Financial Secretary
on 17.9.18
to consider the question of supply of
Currency Notes, rupees and small coins in
the different parts of the State.

The following gentlemen were ~~present~~
present.

Non-official
Members of the Legis-
lative Council.

1. Mr. J. S. Chakravarti, Financial Secretary
2. " K. R. Srinivasa Iyengar, Revenue Commissioner.
3. " M. N. Krishna Rao, Comptroller.
4. " B. Narasinga Rao,
5. " M. Karnick Krishnamurthy Rao.
6. " C. Narasimhaya, B.A., B.L.,
7. " B. Venkataswamanna, B.A., B.L.,
8. " M. Venkatakrishnaiya.
9. " H. Sitaramaiya.
10. Rao Sahib H. Chenniah.
11. Mr. Basava Iya, B.A., B.L.,

.....

The Assistant Secretary, Finance and
Assistant Comptroller, Budget, also attended.

After considering the steps now taken,
and carefully reviewing the present situation
it was generally agreed that the following
measures might be adopted for the present.

1. It may be definitely ascertained from
the Government of India as to when a free
supply of One rupee notes will be available
and the public may be reassured by the issue
of

of a communique or circular that the shortage of One Rupee notes is temporary.

2. The limit of Rupees two per week to one individual now fixed for issue of small coin in exchange may be raised to rupees two and annas eight (2-8-0) so as to make a Rs.2-8-note exchangeable for small coin.

3. If a person desiring to have small coin under the preceding rule presents a five rupee note, he may be given Rs.2-8-0 or Rs.3/- in small notes and the rest in small coin.

4. Deputy Commissioners of Districts and the Presidents of Municipalities Bangalore and Mysore may be written to to furnish lists of planters, employees of labour etc., within their jurisdiction and the cities of Bangalore and Mysore respectively who in their opinion may be given small coin for making disbursements to employees etc., in exchange for Currency Notes. Permission may be given for change being issued to such persons up to Rs.50/- a month.

Shankar
19.9.18

Shankar
G.P.N.

He may $\frac{18}{19.9.18}$

14/66
11/

from

the Controller of Exchequer,
and a force.

To

The Deputy Commissioner,

Procurer General,

of all the notes in the *Bank of India*

No. 291 (Comptroller, the 2nd of 1920).

Has the honor to certify the balance of notes which
run as follows:-

" Please instruct the Bank and all other authorities not to
allow present whole regulations to be relaxed on any
account, and the issue of notes to be strictly limited
to fresh receipts, if possible, and should be issued ^{and} ~~in~~ ⁱⁿ ~~the~~
balance issued of small currency notes to be issued in lieu
of all current for specie. "

Comptroller.

Left copy signed by Mr. Rangaiah

Comptroller.

12/2-0.

76
9/8

87
- 4.8

24/66
10/8

From

The Comptroller of Exchequer.

B. A. R. O. 10/8.

To

The Deputy Commissioner.

Treasury Department.

of all *Mo'rich except Bengali*

Re: 491 Bengalore, 110 0th August 1919.

Has the honor to confirm the telegram of date which
run as under:

Please instruct District and Taluk Treasuries not to
allow present whole rithobalances to be reduced on any
account, maximum issue of rupees to be strictly limited
to fresh receipts, if possible less should be issued, rupees
balance increased & all rupee notes to be issued in lieu
of all demand for specie.

Comptroller.

for copies signed by Mr. K. G. G. G.

Comptroller.

MT/9-3.

75
2/8

86
2/8

franklin
each one of his own generation there is no need for the issue
of any more

To avoid the inconveniences caused to the public by not
issuing these notes, it will be necessary to keep in all
Treasuries a stock of small notes of large size and of 1/2
and 1 dollar sufficient to meet the entire demand in lieu of
other notes. It will also be necessary to keep in the reser-
vation a supply of small notes - nickel and 1 cent and to loan
them to the public as and for as long as far as possible.

The Treasury will have therefore to be instructed by you to
carefully watch the Treasury transactions and to estimate their
requirements of small notes and to obtain the necessary
stock in time. The stock must be kept in the range of 100 - 200
thousand by the Treasury officers and should be so managed
as to keep in the stock of all silver and 1 cent notes - whole notes
and small silver - to avoid any reason for notes or complaints
on the part of the public by the issue of small notes and small
notes - nickel and 1 cent.

I am glad to hear from you of the action taken
on this subject.

Very truly yours,

Your most obedient servant,

July 20 8/18

1466
7/14/18

From

The Controller of Exports,
Bangalore.

To

The Deputy Commissioner,

are any the agent,

or all the agents except Bangalore

So. No. 471 Bangalore, the 1st of Nov 1918.

Has the honor to confirm the telegram of date which
run as under:-

" Please instruct all the countries not to
allow present wire remittances to be reflected on my
account, minimum issue of notes to be strictly limited
to cash receipts, if possible a limit should be fixed, ^{and} ~~my~~ ^{my}
balance increased, small currency notes to be issued in lieu
of all current for specie. "

Controller.

Letter signed by Mr. Ramphall

Controller.

17/9-18.

7/15
9/18

8/1
9/18

According to the latest Cash Balance Reports for the week ending 16th November 1918, the present balance of Currency Notes and whole rupees in the several Treasuries of the State is as follows:-

	Rupees in lakhs.
Currency notes of Rs.5 and above ..	13.47
Currency notes of Re.2½.	2.54
Currency notes of Re.1 .	6.03

Total ..	22.04
Whole Rupees ..	30.92

2. There is thus a balance of 22½ lakhs of currency notes of which 6 lakhs are Re.1 notes and about 31 lakhs whole rupees. Circular instructions were issued to all the Treasuries in August last for the balance of whole rupees, which amounted to about 23½ lakhs at the time, being kept as reserve and the maximum issue of whole rupees being strictly limited to fresh receipts and if possible, even less than the fresh receipts, thereby raising the balance of whole rupees. From the Cash Balance Reports received since the issue of the above instructions, it is observed that there has been practically no issue of whole rupees to the public from the treasuries and fresh receipts of nearly 2½ lakhs in the treasuries and of Rs.5 lakhs from the Comptroller of Currency have been added to the reserve, raising it to 31 lakhs. I am issuing instructions again to the Treasuries for reserving only 30 lakhs and issuing all future receipts.

Cir. No.1611/Books dated 27th November 1918 issued to all Districts.

This is all right. But issue of rupees must not be in exchange for notes. It can only be in payment of bills. Bills for 50 & less may be paid to the extent of half in silver - of other bills 25% may be paid in whole rupees but not more than Rs.100/- in whole rupees should not be given for one bill whatever the value.

(Initialed) J.S.C.
22-11-18.

3. It seems desirable to relax the rules for the issue of whole rupees, as otherwise, we will have a large amount of ineffective balance in our Treasuries. We have at present 30 lakhs of whole rupees besides 2½ lakhs of sovereign which are practically locked up. The Bank of Madras will allow us interest from 1st January next and we have to deposit in the Bank as much as possible of our balance that may be available by the end of next month. Besides, the Accountant General, Madras, who was asked to intimate whether he would supply us with 1 Re. notes or whole rupees, has informed that the requirements of the Mysore Durbar will be met as far as possible in 1 Re. notes and whole rupees from the Currency Chest at Bangalore, though it may not be possible to do this to an unlimited extent. In these circumstances, it seems unnecessary to keep as reserve such a large

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We should ^{not} go below 25
lakhs.
(Initialed.) J.S.C.
22-11-18.

Yes; we may then go below
25 lakhs if necessary.
(Initialed.) J.S.C
22-11-18.

amount as 30 lakhs and we may safely reduce
it to 15 lakhs. If approved, I shall make
arrangements accordingly and issue necessary
instructions to Treasuries. I shall submit
a report in January next proposing a
further relaxation of the rules or a
stricter enforcement of the same as the
situation at the time may demand.

Sd./ T. Satyraj Chetty,
21-11-18. For Comptroller.

Financial Secretary.)

Vide Margin.
(Initialed) J.S.C.

22-11-18.

(Initialed) B.S.

(1st Member)

22-11-18

I agree with the Financial Secretary.

(Initialed) M.K.

23-11-18.

Financial Secretary)

To

Offg. Comptroller with
compliments for taking
necessary action.
(Ind.) J.S.C.

(Ind.) B.S.
23-11-18

26-11-18

(Ind.) T.S.
26-11-18.

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From

T. Satyaraj Chetty, Esq., B.A.,
Offg. Comptroller of Mysore,
B a n g a l o r

To

The Deputy Commissioners
Treasury Departments
all District and State Huzur Treasury.

Sir,

Under instruction from the Government, I have the honour to authorise you to issue with effect from 1st December 1918 whole rupees subject to the following conditions :-

(1) The balance of whole rupees in your District as a whole --

should not on any account be reduced below Rupee * lakhs. You can fix your own minimum of whole rupee stock to be maintained at Taluk Treasuries so that the aggregate for the District may not fall on any day below the minimum now prescribed.

(2) Claims against Government may, provided there is sufficient balance of whole rupees in the treasuries, be paid as follows :-

(a) bills for Rs.50/- and less to the extent of half in silver.

(b) Other bills, to the extent of 25% in whole rupees; but not more than 100 rupees should be given for one bill whatever be its amount.

(3) Whole rupees should not be issued in exchange for Currency Notes or in payment of Supply Bills.

I have the honour to be,
Sir,
Your most obedient servant,

(Sd) Satyaraj Chetty
Offg. Comptroller Mysore Government.

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WJZ

* lakhs.
S.H. To 3
Kolar 2
Tumkur 2
Shrinaga 2
Kadur 3
Chital 2
Mysore 5
Hannan 2
28.

Subject :- Relaxing the rules in re to the issue of whole rupees.

To

The Deputy Commissioners, Treasury Department of all Districts except Bangalore and to the officer in charge of State Huzur -- Treasury, Bangalore.

Sir,

I have the honour to invite kind reference to this office -- circular letter No.1611/Books dated 28th November 1918 and to -- request that the following alterations may be made therein --

(1) In para 2 (b) the clause " but not more than 100 Rs. should be given for one bill whatever, be its amount" may be scored out. You can therefore pay 25% in whole rupees whatever the amount of the bills .

✱

State Huzur Treasury.	5 Lakhs.
Kolar	1 lakh.
Tumkur	1 "
Shimoga	1 "
Kadur	2 "
Chitaldrug	1 "
Mysore	3 "
Hassan	1 "

Total	15lakhs.

2. The whole rupee reserve referred to in para 1 of the above circular may be altered to (vide margin) lakhs.

I have etc.,

Sd. T.Satyaraj Chetty.

Offg. Comptroller to Govt.

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